GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:3587
ANSWERED ON:16.12.2005
DEPOSIT OF SURPLUS FUNDS OF PSUS IN FOREIGN BANKS
Mehta Shri Bhubneshwar Prasad;Yadav Shri Mitrasen

Will the Minister of FINANCE be pleased to state:

(a) whether the Government proposes to grant permission to foreign banks to keep or take deposit of the surplus funds of Public Sector Undertakings (PSUs) ignoring nationalised banks, while this practice was discontinued after the security scam ;

(b) if so, the details thereof alongwith the reasons therefor; and

(c) the number of foreign banks which have been fined alongwith the details of the legal action taken against them including the cancellation of their licences since Aprill,2000-till date ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANIMANICKAM)

(a) & (b) No proposal to relax the conditions enabling foreign banks to tap the Public Sector Undertakings (PSUs) deposits is under consideration of the Government.

(c) The information is being collected and will be laid on the Table of the House to the extent available.